



4004

**ANNUAL REPORT**

OF

Name: BRUCE TELEPHONE CO., INC.

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Principal Office: 126 NORTH ALVEY  
P.O. BOX 100  
BRUCE, WI 54819

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For the Year Ended: DECEMBER 31, 1996

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TELECOMMUNICATIONS UTILITY  
TO  
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854  
Madison, WI 53707-7854  
(608) 267-9504

*This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.*

## GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used, however please show the exact name of the respondent in full on the "Identification and Ownership" page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the notes to the income statement or the balance sheet, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

**SIGNATURE PAGE**

I SUSAN K. SKAR of  
(Person responsible for accounts)

BRUCE TELEPHONE CO., INC. , certify that I  
(Utility Name)

am the person responsible for accounts; that I have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

SUSAN K. SKAR 05/01/1997  
(Person responsible for accounts) (Date)

VICE-PRESIDENT  
(Title)

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**ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

<b>Access Line</b>	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
<b>Analog Signal</b>	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
<b>Cellular System</b>	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
<b>Central Office</b>	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
<b>Centrex</b>	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
<b>Channel</b>	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
<b>Customer</b>	A person who uses a telephone as a subscriber.
<b>Digital Signal</b>	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
<b>Equal Access</b>	The ability of the subscriber to use any long distance service by dialing the same number of digits.
<b>Exchange</b>	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
<b>Extended Area Service (EAS)</b>	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
<b>Extended Community Calling (ECC)</b>	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
<b>Feature Group A</b>	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

**ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

<b>Feature Group B</b>	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
<b>Feature Group C</b>	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
<b>Feature Group D</b>	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
<b>FX-IN</b>	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
<b>FX-OUT</b>	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
<b>Host Switching System</b>	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
<b>Local Access Transport Area (LATA)</b>	A geographic area within which an operating company may offer its telecommunications services.
<b>Mobile Telephone</b>	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
<b>Paging</b>	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
<b>Pair</b>	Two wires of a single circuit.
<b>Pay Station</b>	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
<b>Private Line Service</b>	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
<b>Private Branch Exchange (PBX)</b>	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
<b>Radio Common Carrier (RCC)</b>	A company which furnishes public telecommunications service using one or more radio channels.
<b>Remote Switching Unit (RSU)</b>	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

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**ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

<b>Route Miles</b>	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none"><li>1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.</li><li>2. One mile of a cross country route with any combination of outside plant facilities.</li><li>3. One mile of point-to-point microwave or radio link.</li><li>4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.</li><li>5. One mile of joint use line where the utility either owns the facility or leases space.</li></ol>
<b>Stand Alone Switch</b>	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
<b>Trunk</b>	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
<b>Wide Area Telephone Service (WATS)</b>	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
<b>Wire Center</b>	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>



**ABBREVIATIONS USED IN ANNUAL REPORTS**

<b>Acct</b>	.....	Account
<b>Accum</b>	.....	Accumulated
<b>Acq</b>	.....	Acquisition
<b>Admin</b>	.....	Administrative
<b>Alloc</b>	.....	Allocation
<b>Amort</b>	.....	Amortization
<b>CO</b>	.....	Central Office
<b>Depr</b>	.....	Depreciation
<b>Equip</b>	.....	Equipment
<b>Exp</b>	.....	Expenses
<b>EOY</b>	.....	End of Year
<b>FOY</b>	.....	First of Year
<b>Info</b>	.....	Information
<b>ITC</b>	.....	Investment Tax Credit
<b>Misc</b>	.....	Miscellaneous
<b>Nonoper</b>	.....	Nonoperating
<b>Nonreg</b>	.....	Nonregulated
<b>Oper</b>	.....	Operating
<b>Opns</b>	.....	Operations
<b>Orig</b>	.....	Originating
<b>Prop</b>	.....	Property
<b>Receiv</b>	.....	Receivable
<b>Reg</b>	.....	Regulated
<b>Rev</b>	.....	Revenues
<b>Svcs</b>	.....	Services
<b>Telecom</b>	.....	Telecommunications
<b>Term</b>	.....	Terminating
<b>TPIS</b>	.....	Telecommunications Plant in Service
<b>TPUC</b>	.....	Telecommunications Plant Under Construction
<b>Uncoll</b>	.....	Uncollectible

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**IDENTIFICATION AND OWNERSHIP**

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**Exact Utility Name:** BRUCE TELEPHONE CO., INC.  
**Utility Location:** 126 NORTH ALVEY  
P.O. BOX 100  
BRUCE, WI 54819

**Utility Web Site Address:**

**When was utility organized?:** 01/01/1940

**Report any change in name and the effective date:**

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**Officer in charge of correspondence concerning this report**

---

**Name:** MR DAVID J. MANOSKY, JR  
**Title:** PRESIDENT AND GENERAL MANAGER

**Office Address:** 126 NORTH ALVEY  
P.O. BOX 100  
BRUCE, WI 54819

**Fax Number:** (715) 868 - 5111  
**Telephone Number:** (715) 868 - 3299  
**Email Address:**

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**Individual or firm, if other than utility employee, preparing this report**

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**Name:** MR GARY L. MEIER  
**Title:** CERTIFIED PUBLIC ACCOUNTANT  
**Firm:** SIEPERT & CO. LLP  
**Office Address:** 1920 WEST HART ROAD  
BELOIT, WI 53511

H

**Fax Number:** (608) 364 - 8727  
**Telephone Number:** (608) 365 - 2266  
**Email Address:**

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**Person responsible for financial information contained in report**

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**Name:** MR DAVID J. MANOSKY, JR  
**Title:** PRESIDENT AND GENERAL MANAGER  
**Office Address:** 126 NORTH ALVEY  
P.O. BOX 100  
BRUCE, WI 54819  
**Fax Number:** (705) 868 - 5111  
**Telephone Number:** (715) 868 - 3299  
**Email Address:**

---

**Person responsible for statistical information contained in report**

---

**Name:** MR DAVID J. MANOSKY, JR  
**Title:** PRESIDENT AND GENERAL MANAGER  
**Office Address:** 126 NORTH ALVEY  
P.O. BOX 100  
BRUCE, WI 54819  
**Fax Number:** (715) 868 - 5111 EXT  
**Telephone Number:** (715) 868 - 3299  
**Email Address:**

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**IDENTIFICATION AND OWNERSHIP**

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List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

---

**Name:** DAVID J. MANOSKY, JR.  
**Address:** 126 NORTH ALVEY  
PO BOX 100  
BRUCE, WI 54819

**Number of Shares Held:** 107  
**Beneficial Owner:** NONE

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**Name:** DAVID J. MANOSKY, SR. ESTATE  
**Address:** 126 NORTH ALVEY  
PO BOX 100  
BRUCE, WI 54819

**Number of Shares Held:** 630  
**Beneficial Owner:** NONE

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**Name:** DAVIDEEN J. DEMSKE  
**Address:** 509 HUNTERS RIDGE  
COPPELL, TX 75019

**Number of Shares Held:** 104  
**Beneficial Owner:** NONE

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**Name:** DOROTHY J. BEISER  
**Address:** ROUTE #2  
NEW LONDON, WI 54961

**Number of Shares Held:** 104  
**Beneficial Owner:** NONE

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**Name:** JULIANNE A. KOS  
**Address:** 124 ARCHER AVENUE  
LE MONT, IL 60439

**Number of Shares Held:** 104  
**Beneficial Owner:** NONE

---

**Name:** MARY M. WRIGHT  
**Address:** 5008 PEMBERTON LANE  
THE COLONY, TX 75056

**Number of Shares Held:** 104  
**Beneficial Owner:** NONE

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**IDENTIFICATION AND OWNERSHIP**

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List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

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<b>Name:</b>	SUSAN E. SKAR
<b>Address:</b>	126 NORTH ALVEY PO BOX 100 BRUCE, WI 54819
<b>Number of Shares Held:</b>	104
<b>Beneficial Owner:</b>	NONE

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List companies owned, controlled, or operated and form and extent of such ownership, control or operation.

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<b>Company Name:</b>	
<b>Form of Interest:</b>	
<b>Extent Of Interest:</b>	

**INCOME STATEMENT - TOTAL COMPANY**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
Operating Revenues (5000-5300)	1,117,632	1,076,541	<b>1</b>
<b>Operating Expenses</b>			
Plant Specific Operations Expense (6110-6410)	136,545	124,111	<b>2</b>
Plant Nonspecific Operations Expense	339,297	277,794	<b>3</b>
Customer Operations Expense (6610-6620)	146,181	147,502	<b>4</b>
Corporate Operations Expense (6710-6790)	204,795	195,750	<b>5</b>
Other Operating Income and Expense (7100)	0	0	<b>6</b>
Operating Taxes (7200)	80,558	97,321	<b>7</b>
<b>Total Operating Expenses</b>	<b>907,376</b>	<b>842,478</b>	<b>8</b>
<b>Net Operating Income</b>	<b>210,256</b>	<b>234,063</b>	<b>9</b>
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	154,347	129,977	<b>10</b>
Nonoperating Taxes (7400)	18,330	8,079	<b>11</b>
Interest and Related Items (7500)	159,276	163,158	<b>12</b>
Extraordinary Items (7600)	0	0	<b>13</b>
Nonregulated Net Income (7990)	(7,418)	(10,770)	<b>14</b>
<b>Total Nonoperating Income</b>	<b>(30,677)</b>	<b>(52,030)</b>	<b>15</b>
<b>Net Income</b>	<b>179,579</b>	<b>182,033</b>	<b>16</b>

## NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

- 
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

**A. SIGNIFICANT ACCOUNTING POLICIES:**

1. TELEPHONE PLANT IN SERVICE IS RECORDED AT ORIGINAL COST. RETIREMENTS ARE RECORDED ON AVERAGE UNIT COSTS. FOR STATEMENT AND INCOME TAX PURPOSES, THE PROVISION FOR DEPRECIATION IS COMPUTED ON A STRAIGHT-LINE BASIS BY APPLYING CERTIFIED RATES TO GROUP ACCOUNT ASSETS AS AUTHORIZED BY THE STATE REGULATORY BODY.
2. PAYROLL TAXES, PENSIONS AND EMPLOYEES' INSURANCE COSTS ARE CAPITALIZED ON ALL PLANT ADDITIONS. INTEREST DURING CONSTRUCTION IS BEING RECORDED ON MAJOR PROJECTS. THESE CAPITALIZATIONS ARE BEING TREATED AS ADDITIONS TO TELEPHONE PLANT FOR BOTH STATEMENT AND TAX PURPOSES. THERE WAS NO INTEREST CAPITALIZED DURING 1996 AND 1995.
3. THE COMPANY HAS ELECTED TO DEFER INCOME TAX SAVINGS EARNED BY INVESTMENT TAX CREDIT AND IS AMORTIZING THESE SAVINGS OVER THE SERVICE LIFE OF THE ASSETS ON WHICH THE INVESTMENT TAX CREDIT WAS TAKEN. AMORTIZATION OF INVESTMENT TAX CREDIT AMOUNTED TO \$11,769 FOR 1996 AND \$12,051 FOR 1995.
4. OTHER ACCOUNTS RECEIVABLE INCLUDES ESTIMATED UNBILLED REVENUES FROM VARIOUS INTEREXCHANGE CARRIERS WHICH AMOUNTED TO \$66,900 AND \$56,600 AS OF DECEMBER 31, 1996 AND 1995, RESPECTIVELY.
5. THE COMPANY HAS A DEFINED CONTRIBUTION PENSION PROGRAM COVERING ALL ELIGIBLE EMPLOYEES. CONTRIBUTIONS ARE BASED UPON A PERCENTAGE OF QUALIFYING WAGES. THE PLAN IS FULLY FUNDED BY INSURANCE ANNUITIES AND CONTRACTS. THE COST OF THIS PLAN WAS \$43,701 FOR 1996 AND \$40,199 FOR 1995.

**B. INCOME TAX:**

THE COMPANY IMPLEMENTED FASB NO. 109 "ACCOUNTING FOR INCOME TAXES", EFFECTIVE JANUARY 1, 1993. THE COMPANY HAS RECOGNIZED THE FOLLOWING DEFERRED TAX ASSETS AND DEFERRED TAX LIABILITIES:

DEFERRED INCOME TAX ON UNAMORTIZED INVESTMENT TAX CREDIT OF \$26,607 FOR 1996 AND \$29,786 FOR 1995.

DEFERRED INCOME TAX DUE TO THE TAX DEPRECIATION PROVISION BEING BASED ON MACRS FOR ALL FIXED ASSET ADDITIONS SUBSEQUENT TO 1991 AND ON THE STRAIGHT-LINE BASIS FOR ALL YEARS PRIOR TO 1992 AMOUNTING TO (\$8,283) FOR 1996 AND (\$22,799) FOR 1995.

DEFERRED INCOME TAX DUE TO UNDISTRIBUTED INCOME FROM MARKETABLE EQUITY SECURITY - LIMITED PARTNERSHIP AMOUNTING TO \$2,188 FOR 1996 AND 1995.

DEFERRED INCOME TAX ON UNREALIZED HOLDING LOSS ON MARKETABLE SECURITIES AND OTHER RELATED INCOME TIMING DIFFERENCES AMOUNTING TO \$3,865 FOR 1996 AND 1995.

TOTAL NET DEFERRED TAX ASSETS - \$24,377 AS OF DECEMBER 31, 1996 AND \$13,040 AS OF DECEMBER 31, 1995.

**C. DIVIDENDS RESTRICTION:**

UNDER THE MOST RESTRICTIVE PROVISIONS OF THE RUS AND RTB LOAN AGREEMENTS, APPROXIMATELY \$1,119,000 OF THE RETAINED EARNINGS ARE AVAILABLE FOR DIVIDENDS AT DECEMBER 31, 1996.

**NOTES TO INCOME STATEMENT OR BALANCE SHEET**

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

- 
2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.
- 
3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

**BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT ASSETS</b>			
<b>CASH AND EQUIVALENTS</b>			
Cash and Equivalents (1120)*	1,361,941	1,021,074	1
Cash (1130)		0	2
Special Cash Deposits (1140)		0	3
Working Cash Advances (1150)		0	4
Temporary Investments (1160)		0	5
<b>TOTAL CASH AND EQUIVALENTS</b>	<b>1,361,941</b>	<b>1,021,074</b>	
<b>RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS</b>			
Telecommunications Accounts Receivable (1180)*	9,886	9,618	6
Accounts Receivable Allowance-Telecom (1181)*		0	7
<b>Net: Telecommunications Accounts Receivable</b>	<b>9,886</b>	<b>9,618</b>	
Other Accounts Receivable (1190)*	151,130	142,792	8
Accounts Receivable Allowance--Other (1191)*		0	9
<b>Net: Other Accounts Receivable</b>	<b>151,130</b>	<b>142,792</b>	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
<b>Net: Notes Receivable</b>	<b>0</b>	<b>0</b>	
Interest and Dividends Receivable (1210)*	58,205	60,024	12
<b>TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL</b>	<b>219,221</b>	<b>212,434</b>	
<b>SUPPLIES</b>			
Inventories (1220)*	21,891	25,580	13
<b>TOTAL SUPPLIES</b>	<b>21,891</b>	<b>25,580</b>	
<b>PREPAYMENTS</b>			
Total Prepayments (1280)*	35,376	65,771	14
Prepaid Rents (1290)		0	15
Prepaid Taxes (1300)		0	16
Prepaid Insurance (1310)		0	17
Prepaid Directory Expenses (1320)		0	18
Other Prepayments (1330)		0	19
<b>TOTAL PREPAYMENTS</b>	<b>35,376</b>	<b>65,771</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350)*		0	20
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>0</b>	<b>0</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>1,638,429</b>	<b>1,324,859</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Investment in Affiliated Companies (1401)*	0	0	21
Investments in Nonaffiliated Companies (1402)*	64,850	64,850	22
Nonregulated Investments (1406)*	20,700	23,868	23
Unamortized Debt Issuance Expense (1407)*	764	802	24
Sinking Funds (1408)*	0	0	25



**BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Other Noncurrent Assets (1410)*	1,812,666	2,076,517	26
<b>TOTAL INVESTMENTS</b>	<b>1,898,980</b>	<b>2,166,037</b>	
<b>DEFERRED CHARGES</b>			
Deferred Tax Regulatory Asset (1437)*	0	0	27
Deferred Maintenance and Retirements (1438)*	0	0	28
Deferred Charges (1439)*		0	29
<b>TOTAL DEFERRED CHARGES</b>	<b>0</b>	<b>0</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>1,898,980</b>	<b>2,166,037</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001)*	4,318,088	4,222,435	30
Less: Accumulated Depreciation (3100)*	2,628,379	2,349,122	31
Less: Accumulated Amortization--Capitalized Leases (3410)*		0	32
Less: Accumulated Amortization--Leasehold Improvements (3420)*		0	33
Less: Accumulated Amortization--Intangible (3500)*		0	34
<b>NET TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>1,689,709</b>	<b>1,873,313</b>	
<b>PROPERTY HELD FOR FUTURE USE</b>			
Prop. Held for Future Telecommun. Use (2002)*		0	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*		0	36
<b>NET PROPERTY HELD FOR FUTURE USE</b>	<b>0</b>	<b>0</b>	
<b>NONOPERATING PLANT</b>			
Nonoperating Plant (2006)*		0	37
Less: Accumulated Depreciation--Nonoperating (3300)*		0	38
<b>NET NONOPERATING PLANT</b>	<b>0</b>	<b>0</b>	
<b>TPUC</b>			
TPUC (2003)*	1,755	6,204	39
<b>TOTAL TPUC</b>	<b>1,755</b>	<b>6,204</b>	
<b>TELECOMMUNICATIONS PLANT ADJUSTMENT</b>			
Telecommunications Plant Adjustment (2005)*		0	40
Less: Accumulated Amortization--Other (3600)*		0	41
<b>NET TELECOMMUNICATIONS PLANT ADJUSTMENT</b>	<b>0</b>	<b>0</b>	
<b>TOTAL PLANT</b>	<b>1,691,464</b>	<b>1,879,517</b>	
<b>TOTAL ASSETS AND OTHER DEBITS*</b>	<b>5,228,873</b>	<b>5,370,413</b>	

**BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT LIABILITIES</b>			
Accounts Payable (4010)*	86,289	218,196	1
Notes Payable (4020)*	0	0	2
Advance Billing and Payments (4030)*		0	3
Customer Deposits (4040)*	3,794	5,748	4
Current Maturities--Long-Term Debt (4050)*	71,600	67,500	5
Current Maturities--Capital Leases (4060)*		0	6
Income Taxes--Accrued (4070)*		0	7
Other Taxes--Accrued (4080)*	34	38	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*		0	10
Other Accrued Liabilities (4120)*	20,263	20,946	11
Other Current Liabilities (4130)*		0	12
<b>TOTAL CURRENT LIABILITIES*</b>	<b>181,980</b>	<b>312,428</b>	
<b>LONG-TERM DEBT</b>			
Funded Debt (4210)*	2,446,881	2,519,946	13
Premium on Long-Term Debt (4220)*		0	14
Discount on Long-Term Debt (4230)*		0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*		0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
<b>TOTAL LONG-TERM DEBT*</b>	<b>2,446,881</b>	<b>2,519,946</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Long-Term Liabilities (4310)*		0	20
Unamortized Operating ITC--Net (4320)*	94,225	105,994	21
Unamortized Nonoperating ITC--Net (4330)*		0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	(24,377)	(13,040)	23
Net Deferred Tax Liability Adjustments (4341)*	0	0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*		0	25
Other Deferred Credits (4360)*		0	26
Deferred Tax Regulatory Liability (4361)*	41,715	41,715	27
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*</b>	<b>111,563</b>	<b>134,669</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510)*	126,000	126,000	28
Additional Paid-in Capital (4520)*		0	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*	(471)	(471)	31
Retained Earnings (4550)*	2,362,920	2,277,841	32
<b>TOTAL STOCKHOLDERS' EQUITY*</b>	<b>2,488,449</b>	<b>2,403,370</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS*</b>	<b>5,228,873</b>	<b>5,370,413</b>	

**STATEMENT OF CASH FLOWS**

Item (a)	Amount (b)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Income	179,579	1
<b>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:</b>		
Depreciation and amortization	305,128	2
Interest during construction	0	3
<b>Changes in assets and liabilities:</b>		
Current assets (net)	27,297	4
Other noncurrent assets	263,813	5
Other current liabilities	(134,548)	6
Other liabilities and deferred credits	(23,106)	7
<b>Other (specify):</b>		
<b>TOTAL ADJUSTMENTS</b>	<b>438,584</b>	
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME &amp; ADJUST.)</b>	<b>618,163</b>	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Capital Expenditures:</b>		
Changes in plant (net)	(117,075)	8
Investments in affiliated companies	0	9
Nonoperating Investments	3,168	10
<b>Other (specify):</b>		
<b>NET CASH USING IN INVESTING ACTIVITIES</b>	<b>(113,907)</b>	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	(68,889)	12
Net changes in stockholder equity other than retained earnings	0	13
Change in short term borrowing (net)	0	14
Dividends paid	(94,500)	15
Miscellaneous debits/credits to retained earnings	0	16
<b>Other (specify):</b>		
<b>Net Cash Provided by Financing Activities</b>	<b>(163,389)</b>	
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>340,867</b>	
Cash and cash equivalents at beginning of year (Accts. 1130-1160 for Class A; 1120 for Class B)		
Cash and cash equivalents at end of year (Accts. 1130-1160 for Class A; 1120 for Class B)		

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**IMPORTANT CHANGES DURING THE YEAR**

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1. Give the name and address of all companies which during the year came under the direct control of the respondent otherwise than through title to securities, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

**NONE**

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2. Give the name and address of all companies which during the year came under the indirect control of the respondent through non-reporting intermediaries, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, the name and address of the intermediary through which the indirect control exists, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

**NONE**

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3. Important leaseholds acquired, given, assigned or surrendered, giving effective dates, lengths of terms, names of parties, rents, and other conditions.

**NONE**

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4. List extension of system (other than additions supplementing existing facilities of the respondent) whether by purchase, construction, donation, or otherwise, such as a substantially complete telephone system, exchange or toll line. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, the consideration given, and reference to Commission authorization.

**NONE**

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5. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates.

**NONE**

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6. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue.

**NONE**

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7. Changes in articles of incorporation or amendments to charter.

**NONE**

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8. Additional matters of fact (not elsewhere provided for) which respondent may desire to include in its report.

**NONE**

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**AFFILIATE ABBREVIATIONS**

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

**Name of Affiliate  
(a)**

**Abbreviations  
(b)**

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1

**AFFILIATED INTEREST TRANSACTIONS**

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)
NONE				
Docket				
Name of Affiliate				1
Designate whether billed to or from:				2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)				3
Revenues				4
<b>Expenses:</b>				
Plant Specific Operations Expense				5
Plant Nonspecific Operations Expense				6
Customer Operations Expense				7
Corporate Operations Expense				8
<b>Total Operating Expenses</b>	0	0	0	0 9
<b>Other:</b>				
Plant Accounts				10
Accumulated Depreciation				11
Accumulated Amortization				12
Clearing				13
All Other				14
<b>Total</b>	0	0	0	0 15
Percent of affiliate's business billed to all affiliated regulated utilities				16
If cost based, rate of return on equity or markup incorporated in billings				17
Footnotes				

**AFFILIATED ASSETS AND LIABILITIES**

This schedule should be used to report affiliated activity concerning balances at the end of the year for the following accounts: 1120, Cash and Equivalents; 1160, Temporary Investments; 1180, Telecommunications Accounts Receivable; 1190, Other Accounts Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 4010, Accounts Payable; and 4260, Advances from Affiliated Companies. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "other" for a particular account. Affiliated amounts recorded in accounts 1200, Notes Receivable, 1408, Sinking Funds, and 4020, Notes Payable, should not be reported in this schedule, but rather in the respective schedules contained elsewhere in this report.

<b>Name of Affiliate (a)</b>	<b>Account Number (b)</b>	<b>Balance EOY (c)</b>
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NONE

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**ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS**

This schedule should be used to report accounts receivable net write off activity.

<b>Particulars (a)</b>	<b>Amount (b)</b>	
Collection of amounts previously written off		1
Uncollectibles written off during the year		2
<b>Net write offs during the year</b>	<b>0</b>	



**NOTES RECEIVABLE (ACCT. 1200) AND ALLOWANCES (ACCT. 1201)**

For affiliates, list by issue or note by affiliate. Other, list by issue or note by entity. Separately identify economic development loans and associated particulars.

<b>Name of Maker and purpose (a)</b>	<b>Issue Date (b)</b>	<b>Maturity (c)</b>	<b>Interest Rate (d)</b>	<b>Amount EOY (e)</b>	<b>Allowance Acct. 1201 (f)</b>
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NONE

<b>Total</b>				<u><u>0</u></u>	<u><u>0</u></u>	<b>1</b>
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**INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)**

Name (a)	Balance EOY (b)	
RTB Class B Stock	42,850	1
<b>Other:</b>		
WITS STOCK	22,000	2
<b>Total Investments in Nonaffiliated Companies</b>	<b>64,850</b>	

**NONREGULATED INVESTMENTS (ACCT. 1406)**

Report below the name and end-of-year balance of total net investment and inventory (accts. 1406.10, 1406.11 and 1406.12) for each nonregulated activity. Telephone utilities not subject to dual jurisdiction should report materials and supplies held for resale in account 1406.

Name (a)	Balance EOY (b)	
<b>Total Net Investment and Inventory ( Accts. 1406.10, 1406.11, and 1406.12 ):</b>		
INVESTMENT A/C 1406.10	20,449	<b>1</b>
INVENTORY A/C 1406.12	251	<b>2</b>



**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

<b>Plant Account (a)</b>	<b>Account (b)</b>	<b>Balance FOY (c)</b>	<b>Additions (d)</b>	
<b>GENERAL SUPPORT ASSETS</b>				
Land	2111	42,119		<b>1</b>
Motor Vehicles	2112	118,476		<b>2</b>
Aircraft	2113	0		<b>3</b>
Special Purpose Vehicles	2114	0		<b>4</b>
Garage Work Equipment	2115	0		<b>5</b>
Other Work Equipment	2116	140,843	788	<b>6</b>
Buildings	2121	541,038		<b>7</b>
Furniture	2122	29,594	124	<b>8</b>
Office Equipment	2123	19,127	0	<b>9</b>
General Purpose Computers	2124	90,612	2,628	<b>10</b>
<b>TOTAL--GENERAL SUPPORT ASSETS:</b>		<b>981,809</b>	<b>3,540</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Analog Electronic Switching	2211	0		<b>11</b>
Digital Electronic Switching	2212	504,615	1,362	<b>12</b>
Electro-Mechanical Switching	2215	0	0	<b>13</b>
Operator Systems	2220	0		<b>14</b>
Radio Systems	2231	0	0	<b>15</b>
Circuit Equipment	2232	590,505	625	<b>16 F</b>
<b>TOTAL--CENTRAL OFFICE ASSETS:</b>		<b>1,095,120</b>	<b>1,987</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
Station Apparatus	2311	0		<b>17</b>
Customer Premises Wiring	2321	0		<b>18</b>
Large Private Branch Exchanges	2341	0		<b>19</b>
Public Telephone Terminal Equipment	2351	7,590		<b>20</b>
Other Terminal Equipment	2362	0		<b>21</b>
<b>TOTAL--INFORMATION ORIG/TERM ASSETS:</b>		<b>7,590</b>	<b>0</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>				
Poles	2411	0		<b>22</b>
Aerial Cable	2421	0	0	<b>23</b>
Underground Cable	2422	47,181	12,985	<b>24</b>
Buried Cable	2423	1,966,656	63,832	<b>25</b>
Submarine Cable	2424	0	0	<b>26</b>
Deep Sea Cable	2425	0		<b>27</b>
Intrabuilding Network Cable	2426	0	0	<b>28</b>
Aerial Wire	2431	0		<b>29</b>
Conduit Systems	2441	124,079	39,180	<b>30</b>
<b>TOTAL--CABLE WIRE FACILITIES ASSETS:</b>		<b>2,137,916</b>	<b>115,997</b>	
<b>AMORTIZABLE ASSETS</b>				
Capital Leases	2681	0		<b>31</b>

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)**

<b>Account (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2111			42,119	1
2112			118,476	2
2113			0	3
2114			0	4
2115			0	5
2116			141,631	6
2121		(71,357)	469,681	7
2122			29,718	8
2123	0	0	19,127	9
2124			93,240	10
	0	(71,357)	913,992	
2211			0	11
2212	0	0	505,977	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	71,357	662,487	16 F
	0	71,357	1,168,464	
2311			0	17
2321			0	18
2341			0	19
2351			7,590	20
2362			0	21
	0	0	7,590	
2411			0	22
2421	0	0	0	23
2422	8,287	0	51,879	24
2423	4,426	0	2,026,062	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441	13,158		150,101	30
	25,871	0	2,228,042	
2681			0	31

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

<b>Plant Account (a)</b>	<b>Account (b)</b>	<b>Balance FOY (c)</b>	<b>Additions (d)</b>
<b>AMORTIZABLE ASSETS</b>			
Leasehold Improvements	2682	0	<b>32</b>
Intangibles	2690	0	<b>33</b>
<b>TOTAL--AMORTIZABLE ASSETS:</b>		<b>0</b>	<b>0</b>
<b>TOTAL TELECOM. PLANT IN SERVICE</b>	<b>2001</b>	<b>4,222,435</b>	<b>121,524</b>
Less: Allocation to Nonregulated Activity - EOY	2001		<b>34</b>
<b>NET REG. TOTAL TELE. PLANT IN SERV. - EOY</b>	<b>2001</b>		

Explain all amounts shown in column (g).

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)**

<b>Account (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2682			0	32
2690			0	33
	0	0	0	
	25,871	0	4,318,088	
2001			0	34
			4,318,088	



**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)**

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

<b>Plant Subaccount (a)</b>	<b>Subaccount (b)</b>	<b>Balance FOY (c)</b>	<b>Additions (d)</b>	
Office Support Equipment	2123.1	12,543		<b>1</b>
Company Communications Equipment	2123.2	6,584		<b>2</b>
Software	2212.1	504,615		<b>3 A</b>
Digital Switching - Central Office	2212.2	0	1,362	<b>4 A</b>
Digital Switching - Remote	2212.3	0		<b>5</b>
Step by Step Switching	2215.1	0		<b>6</b>
Crossbar Switching	2215.2	0		<b>7</b>
Satellite and Earth Station Facilities	2231.1	0		<b>8</b>
Other Radio Facilities	2231.2	0		<b>9</b>
Digital Circuit Equipment	2232.1	590,505	625	<b>10 A</b>
Analog Circuit Equipment	2232.2	0		<b>11</b>
Light Wave Circuit Equipment	2232.3	0		<b>12</b>
Aerial Cable - Nonmetallic	2421.1	0		<b>13</b>
Aerial Cable - Metallic	2421.2	0		<b>14</b>
Underground Cable - Nonmetallic	2422.1	47,181		<b>15 A</b>
Underground Cable - Metallic	2422.2	0	12,985	<b>16 A</b>
Buried Cable - Nonmetallic	2423.1	0		<b>17</b>
Buried Cable - Metallic	2423.2	1,966,656	63,832	<b>18</b>
Submarine Cable - Nonmetallic	2424.1	0		<b>19</b>
Submarine Cable - Metallic	2424.2	0		<b>20</b>
Intrabuilding Cable - Nonmetallic	2426.1	0		<b>21</b>
Intrabuilding Cable - Metallic	2426.2	0		<b>22</b>

Explain all amounts shown in column (g).

# **TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)** (cont.)

<b>Subaccount (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2123.1			<b>12,543</b>	<b>1</b>
2123.2			<b>6,584</b>	<b>2</b>
2212.1		(504,615)	<b>0</b>	<b>3 A</b>
2212.2		504,615	<b>505,977</b>	<b>4 A</b>
2212.3			<b>0</b>	<b>5</b>
2215.1			<b>0</b>	<b>6</b>
2215.2			<b>0</b>	<b>7</b>
2231.1			<b>0</b>	<b>8</b>
2231.2			<b>0</b>	<b>9</b>
2232.1		71,357	<b>662,487</b>	<b>10 A</b>
2232.2			<b>0</b>	<b>11</b>
2232.3			<b>0</b>	<b>12</b>
2421.1			<b>0</b>	<b>13</b>
2421.2			<b>0</b>	<b>14</b>
2422.1		(47,181)	<b>0</b>	<b>15 A</b>
2422.2	8,287	47,181	<b>51,879</b>	<b>16 A</b>
2423.1			<b>0</b>	<b>17</b>
2423.2	4,426		<b>2,026,062</b>	<b>18</b>
2424.1			<b>0</b>	<b>19</b>
2424.2			<b>0</b>	<b>20</b>
2426.1			<b>0</b>	<b>21</b>
2426.2			<b>0</b>	<b>22</b>

**ACCUMULATED DEPRECIATION CLASS A & B**

<b>Primary Plant Account (a)</b>	<b>Acct (b)</b>	<b>Balance FOY (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (e)</b>	<b>Additional Accrual (f)</b>
<b>GENERAL SUPPORT ASSETS</b>					
Motor Vehicles	2112	86,784		8,001	1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	72,900	10.0	14,124	5
Buildings	2121	165,120	3.4	15,969	6G
Furniture	2122	25,513	10.0	2,966	7
Office Equipment	2123	16,975	20.0	1,317	8
General Purpose Computers	2124	70,024	25.0	22,982	9
<b>Total-- GENERAL SUPPORT ASSETS</b>		<b>437,316</b>		<b>65,359</b>	<b>0</b>
<b>CENTRAL OFFICE ASSETS</b>					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	410,467	9.3	46,992	11
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	460,321	12.0	79,461	15G
<b>Total-- CENTRAL OFFICE ASSETS</b>		<b>870,788</b>		<b>126,453</b>	<b>0</b>
<b>INFORMATION ORIG/TERM ASSETS</b>					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	7,355	13.6	234	19
Other Terminal Equipment	2362	0			20
<b>Total-- INFORMATION ORIG/TERM ASSETS</b>		<b>7,355</b>		<b>234</b>	<b>0</b>
<b>CABLE WIRE FACILITIES ASSETS</b>					
Poles	2411	0			21
Aerial Cable	2421	0			22
Underground Cable	2422	21,341	5.0	2,477	23
Buried Cable	2423	966,245	5.3	105,807	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	0			28

**ACCUMULATED DEPRECIATION CLASS A & B**

<b>Primary Plant Account (a)</b>	<b>Acct (b)</b>	<b>Balance FOY (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (e)</b>	<b>Additional Accrual (f)</b>
<b>CABLE WIRE FACILITIES ASSETS</b>					
Conduit Systems	2441	46,077	3.5	4,798	<b>29</b>
<b>Total-- CABLE WIRE FACILITIES ASSETS</b>		<b>1,033,663</b>		<b>113,082</b>	<b>0</b>
<b>Total Accumulated Depreciation</b>	<b>3100</b>	<b>2,349,122</b>		<b>305,128</b>	<b>0</b>
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				<b>30</b>
<b>Net Regulated Total Accum Depreciation - 3100</b>					
<b>Columns e, f and I</b>					

**ACCUMULATED DEPRECIATION CLASS A & B (cont.)**

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2112					94,785	1
2113					0	2
2114					0	3
2115					0	4
2116					87,024	5
2121				(24,083)	157,006	6 G
2122					28,479	7
2123	0				18,292	8
2124					93,006	9
	0	0	0	(24,083)	478,592	
2211					0	10
2212	0			0	457,459	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0			24,083	563,865	15 G
	0	0	0	24,083	1,021,324	
2311					0	16
2321					0	17
2341					0	18
2351					7,589	19
2362					0	20
	0	0	0	0	7,589	
2411					0	21
2421	0				0	22
2422	8,287			0	15,531	23
2423	4,426				1,067,626	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					0	28

**ACCUMULATED DEPRECIATION CLASS A & B (cont.)**

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2441	13,158				37,717	29
	<b>25,871</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,120,874</b>	
<b>3100</b>	<b>25,871</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,628,379</b>	
3100						30
<b>3100</b>						

**ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)**

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

<b>Plant Subaccount (a)</b>	<b>Subacct (b)</b>	<b>Balance FOY (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (e)</b>	<b>Additional Accrual (f)</b>
Office Support Equipment	2123.1	12,542	20.0		<b>1</b>
Company Communications Equipment	2123.2	4,433	20.0	1,317	<b>2</b>
Software	2212.1	410,467	.0		<b>3</b>
Digital Switching - Central Office	2212.2	0	9.3	46,992	<b>4 G</b>
Digital Switching - Remote	2212.3	0			<b>5</b>
Step by Step Switching	2215.1	0			<b>6</b>
Crossbar Switching	2215.2	0			<b>7</b>
Satellite and Earth Station Facilities	2231.1	0			<b>8</b>
Other Radio Facilities	2231.2	0			<b>9</b>
Digital Circuit Equipment	2232.1	460,321	12.0	79,461	<b>10 G</b>
Analog Circuit Equipment	2232.2	0			<b>11</b>
Light Wave Circuit Equipment	2232.3	0			<b>12</b>
Aerial Cable - Nonmetallic	2421.1	0			<b>13</b>
Aerial Cable - Metallic	2421.2	0			<b>14</b>
Underground Cable - Nonmetallic	2422.1	21,341	.0		<b>15</b>
Underground Cable - Metallic	2422.2	0	5.0	2,477	<b>16 G</b>
Buried Cable - Nonmetallic	2423.1	0			<b>17</b>
Buried Cable - Metallic	2423.2	966,245	5.3	105,807	<b>18</b>
Submarine Cable - Nonmetallic	2424.1	0			<b>19</b>
Submarine Cable - Metallic	2424.2	0			<b>20</b>
Intrabuilding Cable - Nonmetallic	2426.1	0			<b>21</b>
Intrabuilding Cable - Metallic	2426.2	0			<b>22</b>

**ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)**

<b>Subacct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2123.1					12,542	1
2123.2					5,750	2
2212.1				(410,467)	0	3
2212.2				410,467	457,459	4 G
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1				24,083	563,865	10 G
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2					0	14
2422.1				(21,341)	0	15
2422.2	8,287			21,341	15,531	16 G
2423.1					0	17
2423.2	4,426				1,067,626	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22



## NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)

This schedule should be used to report the deferred operating income tax portion of the stated accounts. In addition, column (e) of this schedule should be used to report the flowback of property related excess deferred taxes (e.g., 46 percent versus 34 percent federal tax rates). Credit amounts should be shown in ( ).

Particulars (a)	Balance FOY (b)	
<b>PROPERTY RELATED</b>		
Other Current Assets (1350)	0	1
Other Noncurrent Assets (1410)	0	2
Deferred Tax Regulatory Asset (1437)	0	3
Net Current Deferred Operating Income Taxes (4100)	0	4
Net Noncurrent Deferred Operating Income Taxes (4340)	5,937	5
Net Deferred Tax Liability Adjustments (4341)	0	6
Deferred Tax Regulatory Liability (4361)	0	7
<b>Net Property Related Deferred Operating Income Taxes</b>	<b>5,937</b>	
Less: Allocation to Nonregulated Activity		8
<b>Net Regulated Total Property Related Deferred Operating Income Taxes</b>	<b>5,937</b>	
<b>NONPROPERTY RELATED</b>		
Other Current Assets (1350)	0	9
Other Noncurrent Assets (1410)	0	10
Deferred Tax Regulatory Asset (1437)	0	11
Net Current Deferred Operating Income Taxes (4100)	0	12
Net Noncurrent Deferred Operating Income Taxes (4340)	7,103	13
Net Deferred Tax Liability Adjustments (4341)	0	14
Deferred Tax Regulatory Liability (4361)	0	15
<b>Total Nonproperty Related Deferred Operating Income Taxes</b>	<b>7,103</b>	

**NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361) (cont.)**

Acct (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance EOY (g)	
7250				0	1
7250				0	2
				0	3
7250				0	4
7250	11,337			17,274	5
				0	6
			(41,715)	(41,715)	7
	11,337	0	(41,715)	(24,441)	
	(382)			(382)	8
	11,719	0	(41,715)	(24,059)	
7250				0	9
7250				0	10
				0	11
7250				0	12
7250				7,103	13
				0	14
				0	15
	0	0	0	7,103	

**NOTES PAYABLE (ACCT. 4020)**

For affiliate, list note by affiliate. For a particular affiliate, the identical affiliate name, as shown in the Affiliate Abbreviations schedule, should be reported in this schedule. For other, list by note by entity.

<b>Name (a)</b>	<b>Issue Date (b)</b>	<b>Maturity (c)</b>	<b>Interest Rate (d)</b>	<b>Balance EOY (e)</b>
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NONE

<b>Total Notes Payable</b>	<u><u>0</u></u>	<b>1</b>
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**LONG-TERM DEBT**

Report data requested and show total for each long-term debt account at end of year. Information concerning the following debt issues may be reported on individual lines in aggregate: REA/RTB 2%, REA/RTB 5%, & REA/RTB 7%. In addition, REA/RTB and FFB debt, respectively, within a range of 200 basis points may also be reported in aggregate on individual lines. If reported in aggregate, a range of dates may be reported in columns (b) and (c) as well as a range of interest rates in column (d) and a composite interest rate in column (e). If aggregation is not utilized, column (e) should contain the same interest rate as reported in column (d). For account 4050 report only the amount of debt anticipated to be repaid in one year or less.

<b>Description of Debt (a)</b>	<b>Specific or Range of Stated Dates of Issue (b)</b>	<b>Specific or Range of Stated Dates of Maturity (c)</b>	<b>Specific or Range of Interest Rates (d)</b>	
<b>Funded Debt (Account 4210):</b>				
REA MORTGAGE NOTE	12/01/1980	12/01/2015	5.0000	<b>1</b>
RTB MORTGAGE NOTE	12/01/1980	12/01/2015	9.0000	<b>2</b>
<b>Total Funded Debt</b>				

# **LONG-TERM DEBT (cont.)**

Composite Interest Rate (e)	Held by Utility		Total Principal EOY (h)	Current Maturities Included in Acct. 4050 (i)	Total Amount Outstanding (j)	
	Reacquired Debt Acct. 4240 (f)	Sinking Funds Acct. 1408 (g)				
.0000			1,686,444	55,700	1,742,144	1
.0000			760,437	15,900	776,337	2
	0	0	2,446,881	71,600	2,518,481	

**CAPITAL STOCK ACCOUNTS AT END OF YEAR**

In column (a) indicate the stated dividend rate applicable to each series of preferred stock.

<b>Class and Series (a)</b>	<b>Shares Authorized by Charter (b)</b>	<b>Par Value per Share (c)</b>	<b>Call Price End of Year (d)</b>
<b>COMMON STOCK:</b>			
COMMON STOCK	2,500	100.00	1
<b>TOTAL COMMON STOCK</b>	<b>2,500</b>		
<b>TOTAL</b>	<b><u>2,500</u></b>		

**CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)**

	<b>Acct. 4510 - Capital Stock</b>		<b>Acct. 4530 - Treasury Stock</b>		
	<b>Shares</b>	<b>Amount</b>	<b>Shares</b>	<b>Amount</b>	
	<b>(e)</b>	<b>(f)</b>	<b>(g)</b>	<b>(h)</b>	
<hr/>					
<b>COMMON STOCK:</b>					
COMMON STOCK	1,260	126,000			1
	<b>1,260</b>	<b>126,000</b>	<b>0</b>	<b>0</b>	
<hr/>					
<b>TOTAL</b>	<b>1,260</b>	<b>126,000</b>	<b>0</b>	<b>0</b>	
	<u><u>1,260</u></u>	<u><u>126,000</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	

**RETAINED EARNINGS (ACCT. 4550)**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
Balance-First of Year	2,277,841	2,190,309	<b>1</b>
<b>Changes:</b>			
Balance Transferred from Income	179,579	182,032	<b>2</b>
<b>Dividends Declared:</b>			
Common	94,500	94,500	<b>3</b>
Preferred		0	<b>4</b>
<b>Total Dividends Declared</b>	<b>94,500</b>	<b>94,500</b>	
Miscellaneous Debits to Retained Earnings		0	<b>5</b>
Miscellaneous Credits to Retained Earnings		0	<b>6</b>
<b>Balance--End of Year</b>	<b><u>2,362,920</u></b>	<b><u>2,277,841</u></b>	



**DISTRIBUTION OF TAXES**

1. Report hereunder the summary accounts and functions charged with taxes accrued during the year.
2. Where allocation is necessary, explain the basis used.
3. Report in a footnote the amounts and kind of taxes cleared from prepaid taxes, if any.

<b>Summary Account/ Function Charged (a)</b>	<b>Wisconsin License Fee (b)</b>	<b>Wisconsin Income Tax (c)</b>	<b>Federal Income Tax (d)</b>	
Operating Taxes (Accts. 7210 - 7250)	65,241	5,387	7,073	<b>1</b>
Nonoperating Taxes (Accts. 7410 - 7450)		5,877	12,002	<b>2</b>
Extraordinary Items (Accts. 7630 & 7640)				<b>3</b>
Nonregulated Net Income (Acct. 7990)		(780)	(2,318)	<b>4</b>
Clearing Accounts				<b>5</b>
Construction				<b>6</b>
Payroll Taxes: FICA				<b>7</b>
Payroll Taxes: State Unemployment				<b>8</b>
Payroll Taxes: Federal Unemployment				<b>9</b>
<b>Other (specify):</b>				
<b>TOTAL</b>	<b><u>65,241</u></b>	<b><u>10,484</u></b>	<b><u>16,757</u></b>	

**DISTRIBUTION OF TAXES (cont.)**

<b>PSC Remainder Assessment (e)</b>	<b>Local Property Tax (f)</b>	<b>State &amp; Local Taxes Other than Wisconsin (g)</b>	<b>Other Taxes (h)</b>	<b>Payroll Taxes (i)</b>	<b>Total (j)</b>	
2,857					80,558	1
	451				18,330	2
					0	3
					(3,098)	4
					0	5
					0	6
				15,060	15,060	7
				737	737	8
				341	341	9
<b>2,857</b>	<b>451</b>	<b>0</b>	<b>0</b>	<b>16,138</b>	<b>111,928</b>	

**REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
<b>LOCAL NETWORK SERVICES REVENUES</b>			
Basic Local Service Revenue (5000)*	276,867	256,518	1
Basic Area Revenue (5001)			2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)			6
Local Private Line Revenue (5040)			7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)			9
Other Local Exchange Revenue Settlements (5069)			10
<b>TOTAL BASIC LOCAL SERVICE REVENUE (5000)</b>	<b>276,867</b>	<b>256,518</b>	
<b>NETWORK INTERSTATE ACCESS SERVICES REV.</b>			
End User Revenue (5081)*	64,353	61,844	11
Switched Access Revenue (5082)*	358,557	347,119	12
Special Access Revenue (5083)*		0	13
<b>TOTAL INTERSTATE ACCESS REVENUES (5080)</b>	<b>422,910</b>	<b>408,963</b>	
<b>NETWORK INTRASTATE ACCESS SERVICES REV.</b>			
End User Revenue (5084.1)*		0	14
Switched Access Revenue (5084.2)*	323,665	308,372	15
Special Access Revenue (5084.3)*		0	16
<b>TOTAL INTRASTATE ACCESS REVENUES (5084)</b>	<b>323,665</b>	<b>308,372</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100)*		0	17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
<b>Unidirectional Long Distance Revenue (5110)</b>	<b>0</b>	<b>0</b>	
<b>Long Distance Private Network Revenues</b>			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
<b>Total Long Distance Private Network Revenue</b>	<b>0</b>	<b>0</b>	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			29
<b>TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.</b>	<b>0</b>	<b>0</b>	

**REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
<b>MISCELLANEOUS REVENUES</b>			
Directory Revenue (5230)*	30,005	21,674	<b>30 B</b>
Rent Revenue (5240)*		0	<b>31</b>
Corporate Operations Revenue (5250)*		0	<b>32</b>
<b>Miscellaneous:</b>			
Miscellaneous Revenue (5260)*	134	265	<b>33</b>
Special Billing Arrangements Revenue (5261)			<b>34</b>
Customer Operations Revenue (5262)			<b>35</b>
Plant Operations Revenue (5263)			<b>36</b>
Other Incidental Regulated Revenue (5264)			<b>37</b>
Other Revenue Settlements (5269)			<b>38</b>
<b>Total Miscellaneous Revenue (5260)</b>	<b>134</b>	<b>265</b>	
Interstate Billing and Collection Revenue*	23,374	24,201	<b>39</b>
Intrastate Billing and Collection Revenue*	49,556	56,454	<b>40</b>
<b>Total Carrier Billing and Collection Revenue (5270)*</b>	<b>72,930</b>	<b>80,655</b>	
Nonregulated Operating Revenue (5280)**			<b>41</b>
<b>TOTAL MISCELLANEOUS REVENUES</b>	<b>103,069</b>	<b>102,594</b>	
<b>GROSS OPERATING REVENUES</b>	<b>1,126,511</b>	<b>1,076,447</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300)*	8,879	(94)	<b>42 C</b>
Uncollectible Revenue--Telecommunications (5301)			<b>43</b>
Uncollectible Revenue--Other (5302)			<b>44</b>
<b>TOTAL UNCOLLECTIBLE REVENUE (5300)</b>	<b>8,879</b>	<b>(94)</b>	
<b>TOTAL OPERATING REVENUES</b>	<b>1,117,632</b>	<b>1,076,541</b>	

\*\* Account 5280 is to be used only by those companies subject to dual jurisdiction.

**EXPENSE MATRIX - CLASS A & B**

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
<b>PLANT SPECIFIC OPERATIONS EXPENSE</b>				
Total Network Support Expense ( 6110 )		0	1,728	1
Less: Nonregulated		0		2
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>1,728</b>	<b>3</b>
Total General Support Expense ( 6120 )	32,326	27,411	3,241	4
Less: Nonregulated		0		5
<b>Net Regulated</b>	<b>32,326</b>	<b>27,411</b>	<b>3,241</b>	<b>6</b>
Total Central Office Switching Expense ( 6210 )	39,402	57,998	24,878	7
Less: Nonregulated		0		8 D
<b>Net Regulated</b>	<b>39,402</b>	<b>57,998</b>	<b>24,878</b>	<b>9</b>
Total Operator Systems Expense ( 6220 )		0		10
Less: Nonregulated		0		11
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12</b>
Total Central Office Transmission Expenses ( 6230 )	6,094	4,378	2,395	13
Less: Nonregulated		0		14
<b>Net Regulated</b>	<b>6,094</b>	<b>4,378</b>	<b>2,395</b>	<b>15</b>
Total Information Orig. / Term. Expense ( 6310 )	2,533	1,549	899	16
Less: Nonregulated		0		17
<b>Net Regulated</b>	<b>2,533</b>	<b>1,549</b>	<b>899</b>	<b>18</b>
Total Cable and Wire Fac. Expense ( 6410 )	43,756	45,209	24,438	19
Less: Nonregulated		0		20
<b>Net Regulated</b>	<b>43,756</b>	<b>45,209</b>	<b>24,438</b>	<b>21</b>
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>124,111</b>	<b>136,545</b>	<b>57,579</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>124,111</b>	<b>136,545</b>	<b>57,579</b>	
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>				
Total Other Property, Plant and Equip. Exp. ( 6510 )	0	0	0	22
Less: Nonregulated		0		23
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>24</b>
Total Network Operations Expense ( 6530 )	32,952	34,169	16,755	25
Less: Nonregulated		0		26
<b>Net Regulated</b>	<b>32,952</b>	<b>34,169</b>	<b>16,755</b>	<b>27</b>
Access Expense ( 6540 )		0		28
Less: Nonregulated		0		29
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>30</b>
Total Depreciation and Amortization Expense ( 6560 )	244,842	305,128		31
Less: Nonregulated		0		32 E
<b>Net Regulated</b>	<b>244,842</b>	<b>305,128</b>		<b>33</b>
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXP.</b>	<b>277,794</b>	<b>339,297</b>	<b>16,755</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>277,794</b>	<b>339,297</b>	<b>16,755</b>	

**EXPENSE MATRIX - CLASS A & B (cont.)**

<b>Account (e)</b>	<b>Benefits (f)</b>	<b>Rents (g)</b>	<b>Other (h)</b>	<b>Clearances to (from) (i)</b>	
<b>6110</b>	779		16,961	(19,468)	1
					2
	<b>779</b>	<b>0</b>	<b>16,961</b>	<b>(19,468)</b>	3
<b>6120</b>	1,365	8,400	13,416	989	4
					5
	<b>1,365</b>	<b>8,400</b>	<b>13,416</b>	<b>989</b>	6
<b>6210</b>	10,501		15,424	7,195	7
					8 D
	<b>10,501</b>	<b>0</b>	<b>15,424</b>	<b>7,195</b>	9
<b>6220</b>					10
					11
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	12
<b>6230</b>	1,018		248	717	13
					14
	<b>1,018</b>	<b>0</b>	<b>248</b>	<b>717</b>	15
<b>6310</b>	368		(2)	284	16
					17
	<b>368</b>	<b>0</b>	<b>(2)</b>	<b>284</b>	18
<b>6410</b>	10,194		1,935	8,642	19
					20
	<b>10,194</b>	<b>0</b>	<b>1,935</b>	<b>8,642</b>	21
	<b>24,225</b>	<b>8,400</b>	<b>47,982</b>	<b>(1,641)</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>24,225</b>	<b>8,400</b>	<b>47,982</b>	<b>(1,641)</b>	
<b>6510</b>	0	0	0	0	22
					23
	<b>0</b>		<b>0</b>	<b>0</b>	24
<b>6530</b>	7,081		11,025	(692)	25
					26
	<b>7,081</b>	<b>0</b>	<b>11,025</b>	<b>(692)</b>	27
<b>6540</b>					28
					29
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	30
<b>6560</b>			305,128		31
					32 E
			<b>305,128</b>		33
	<b>7,081</b>	<b>0</b>	<b>316,153</b>	<b>(692)</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>7,081</b>	<b>0</b>	<b>316,153</b>	<b>(692)</b>	

**EXPENSE MATRIX - CLASS A & B**

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
<b>CUSTOMER OPERATIONS EXPENSE</b>				
Total Marketing ( 6610 )	928	1,139		<b>34</b>
Less: Nonregulated		0		<b>35</b>
<b>Net Regulated</b>	<b>928</b>	<b>1,139</b>	<b>0</b>	<b>36</b>
Total Services ( 6620 )	146,574	145,042	39,439	<b>37</b>
Less: Nonregulated		0		<b>38</b>
<b>Net Regulated</b>	<b>146,574</b>	<b>145,042</b>	<b>39,439</b>	<b>39</b>
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	<b>147,502</b>	<b>146,181</b>	<b>39,439</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>147,502</b>	<b>146,181</b>	<b>39,439</b>	
<b>CORPORATE OPERATIONS EXPENSE</b>				
Total Exec. and Planning ( 6710 )	78,490	80,318	37,573	<b>40</b>
Less: Nonregulated		0		<b>41</b>
<b>Net Regulated</b>	<b>78,490</b>	<b>80,318</b>	<b>37,573</b>	<b>42</b>
Total General and Administrative ( 6720 )	117,260	124,477	41,074	<b>43</b>
Less: Nonregulated		0		<b>44</b>
<b>Net Regulated</b>	<b>117,260</b>	<b>124,477</b>	<b>41,074</b>	<b>45</b>
Provision for Uncollectible Notes Receiv. ( 6790 )		0		<b>46</b>
Less: Nonregulated		0		<b>47</b>
<b>Net Regulated</b>	<b>0</b>	<b>0</b>		<b>48</b>
<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	<b>195,750</b>	<b>204,795</b>	<b>78,647</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>195,750</b>	<b>204,795</b>	<b>78,647</b>	
<b>TOTAL EXPENSES</b>	<b>745,157</b>	<b>826,818</b>	<b>192,420</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>745,157</b>	<b>826,818</b>	<b>192,420</b>	

**EXPENSE MATRIX - CLASS A & B (cont.)**

<b>Account (e)</b>	<b>Benefits (f)</b>	<b>Rents (g)</b>	<b>Other (h)</b>	<b>Clearances to (from) (i)</b>	
<b>6610</b>			1,139		<b>34</b>
					<b>35</b>
	<b>0</b>	<b>0</b>	<b>1,139</b>	<b>0</b>	<b>36</b>
<b>6620</b>	16,728		88,875		<b>37</b>
					<b>38</b>
	<b>16,728</b>		<b>88,875</b>	<b>0</b>	<b>39</b>
	<b>16,728</b>	<b>0</b>	<b>90,014</b>	<b>0</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>16,728</b>	<b>0</b>	<b>90,014</b>	<b>0</b>	
<b>6710</b>	15,898		26,847		<b>40</b>
					<b>41</b>
	<b>15,898</b>		<b>26,847</b>	<b>0</b>	<b>42</b>
<b>6720</b>	17,379		66,024		<b>43</b>
					<b>44</b>
	<b>17,379</b>		<b>66,024</b>	<b>0</b>	<b>45</b>
<b>6790</b>					<b>46</b>
					<b>47</b>
			<b>0</b>		<b>48</b>
	<b>33,277</b>	<b>0</b>	<b>92,871</b>	<b>0</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>33,277</b>	<b>0</b>	<b>92,871</b>	<b>0</b>	
	<b>81,311</b>	<b>8,400</b>	<b>547,020</b>	<b>(2,333)</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>81,311</b>	<b>8,400</b>	<b>547,020</b>	<b>(2,333)</b>	



**EXPENSE MATRIX - CLASS A & B ( DETAIL )**

<b>Particulars (a)</b>	<b>Total Last Year (b)</b>	<b>Total This Year (c)</b>	<b>Salaries/ Wages (d)</b>	
Property Held for Future Tele. Use Exp. ( 6511 )		0		<b>1</b>
Provisioning Expense ( 6512 )		0		<b>2</b>
<b>Total: Reported in Account 6510</b>	<b>0</b>	<b>0</b>	<b>0</b>	
Depreciat. Exp.--Tele. Plant in Service ( 6561 )	244,842	305,128		<b>3</b>
Depreciat. Exp.--Prop. Held for Future Tele. Use ( 6562 )		0		<b>4</b>
Amortization Expense--Tangible ( 6563 )		0		<b>5</b>
Amortization Expense--Intangible ( 6564 )		0		<b>6</b>
Amortization Expense--Other ( 6565 )		0		<b>7</b>
<b>Total: Reported in Account 6560</b>	<b>244,842</b>	<b>305,128</b>		

**EXPENSE MATRIX - CLASS A & B ( DETAIL ) (cont.)**

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1
6512					2
	0		0	0	
6561			305,128		3
6562					4
6563					5
6564					6
6565					7
			305,128		

**OUT-OF-STATE OPERATING REVENUES**

1. This schedule is to be completed only by those companies having out-of-state revenues. For the purpose of completing this schedule, and for PSCW use in calculating Wisconsin remainder assessment revenues, out-of-state revenues are specifically defined in headnote 2.
2. Out-of-state revenues are those derived exclusively from communications physically originating outside of Wisconsin. Out-of-state revenues do not include a) access revenues from "inbound" communications originating outside the state, or b) revenues from communications originating in Wisconsin and terminating outside the state, or c) revenues allocable to Wisconsin-based facilities used for communications originating and terminating outside of the state.

Description (a)	This Year (b)	
Out-of-state operating revenues		1
Less: current year write-offs of uncollectible accounts - out-of-state utility customers only		2
Plus: current year collection of out-of-state utility customer accounts previously written off		3
<b>Net out-of-state operating revenues</b>	<b>0</b>	

**OTHER INCOME ACCOUNTS (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
<b>OTHER OPERATING INCOME AND EXPENSE</b>			
Income from Custom Work (7110)*		0	1
Return from Nonregulated Use of Regulated Facilities (7130)*		0	2
Gains and (Losses) from Foreign Exchange (7140)		0	3
Gains or (Losses) from the Disposition of Land and Artworks (7150)		0	4
Other Operating Gains and (Losses) (7160)*		0	5
<b>TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*</b>	<b>0</b>	<b>0</b>	
<b>OPERATING TAXES</b>			
Operating Investment Tax Credits--Net (7210)*	(11,769)	(12,051)	6
Operating Federal Income Taxes (7220)*	26,811	32,804	7
Operating State and Local Income Taxes (7230)*	9,137	8,453	8
Operating Other Taxes (7240)*	68,098	65,090	9
Provision for Deferred Operating Income Taxes--Net (7250)*	(11,719)	3,025	10
<b>TOTAL OPERATING TAXES (7200)*</b>	<b>80,558</b>	<b>97,321</b>	
<b>NONOPERATING INCOME AND EXPENSE</b>			
Dividend Income (7310)*		0	11
Interest Income (7320)*	183,188	182,933	12
Income from Sinking and Other Funds (7330)*		0	13
Allowance for Funds Used During Construction (7340)*		0	14
Gains or (Losses) from the Disposition of Certain Property (7350)*		0	15
Other Nonoperating Income (7360)*	(28,193)	(52,160)	16
Special Charges (7370)*	648	796	17
<b>TOTAL NONOPERATING INCOME AND EXPENSE (7300)*</b>	<b>154,347</b>	<b>129,977</b>	
<b>NONOPERATING TAXES</b>			
Nonoperating Investment Tax Credits--Net (7410)*		0	18
Nonoperating Federal Income Taxes (7420)*	12,002	(7,961)	19
Nonoperating State and Local Income Taxes (7430)*	5,877	15,232	20
Nonoperating Other Taxes (7440)*	451	0	21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*		808	22
<b>TOTAL NONOPERATING TAXES (7400)*</b>	<b>18,330</b>	<b>8,079</b>	
<b>INTEREST AND RELATED ITEMS</b>			
Interest on Funded Debt (7510)*	158,924	162,973	23
Interest Expense--Capital Leases (7520)*		0	24
Amortization of Debt Issuance Expense (7530)*	38	38	25
Other Interest Deductions (7540)*	314	147	26
<b>TOTAL INTEREST AND RELATED ITEMS (7500)*</b>	<b>159,276</b>	<b>163,158</b>	
<b>EXTRAORDINARY ITEMS</b>			
Extraordinary Items (7600)*		0	27
Extraordinary Income Credits (7610)		0	28
Extraordinary Income Charges (7620)		0	29
Current Income Tax Effect of Extraordinary Items--Net (7630)		0	30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)		0	31
<b>TOTAL EXTRAORDINARY ITEMS (7600)*</b>	<b>0</b>	<b>0</b>	
<b>NONREGULATED NET INCOME</b>			
Nonregulated Net Income (7990)*	(7,418)	(10,770)	32

**NONREGULATED NET INCOME (ACCT. 7990)**

<b>Particulars (a)</b>	<b>Amount (b)</b>	
Revenues (Acct. 7990.1)		
Gross Sales	14,153	1
Less: Cost of Goods Sold	1,975	2
<b>Net Sales</b>	<b>12,178</b>	<b>3</b>
Expenses (Acct. 7990.2)	19,596	4
<b>Nonregulated Net Income</b>	<b><u>(7,418)</u></b>	<b>5</b>

List the type of nonregulated activities that company is involved in:

NONREGULATED SALES, COST OF GOODS SOLD AND SOME LABOR AND BENEFITS REPRESENT COSTS RELATED TO TELEPHONE SALES AND MAINTENANCE. THE MAJORITY OF THE NONREGULATED EXPENSES RELATE TO INTERNET CHARGES THROUGH ACCESS WISCONSIN.

If the revenues from an individual nonregulated activity represent in excess of 5% of the total operating revenues for the company, please provide the amounts, as requested above, for that individual activity:

**DISTRIBUTION OF SALARIES AND WAGES**

<b>Description (a)</b>	<b>Amount (b)</b>	
Regulated Expense	192,420	<b>1</b>
Nonregulated Expense	862	<b>2</b>
Plant Accounts	3,585	<b>3</b>
Accumulated Depreciation Accounts		<b>4</b>
All Other Accounts		<b>5</b>
<b>Total Salaries and Wages</b>	<b>196,867</b>	<b>6</b>

**EMPLOYEE DATA**

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

<b>Employee Category (a)</b>	<b>Number of Equivalent Full-Time Employees</b>		<b>Total Compensation (d)</b>	
	<b>FOY (b)</b>	<b>EOY (c)</b>		
Officers	2.00	2.00	95,128	<b>1</b>
Supervision and Other Management				<b>2</b>
Other Employees	5.00	5.00	101,739	<b>3</b>
<b>Total</b>	<b>7.00</b>	<b>7.00</b>	<b>196,867</b>	

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	2.00	2.00	95,128	1
Supervision and Other Management				2
Other Employees	5.00	5.00	101,739	3
Total	7.00	7.00	196,867	

**TELEPHONE CALLS AND MINUTES OF USE PER MONTH**

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
<b>LOCAL</b>			
Intra-Exchange	161	834	1
Extended Area Service			2
Extended Community Calling	31	132	3
Other Local-Undefined			4
<b>Total Local</b>	<b>192</b>	<b>966</b>	
<b>TOLL</b>			
Operator Handled: State--intraLATA		6	5
Operator Handled: State--interLATA		4	6
Operator Handled: Interstate		7	7
Customer Dialed: State--intraLATA	19	219	8
Customer Dialed: State--interLATA	8	137	9
Customer Dialed: Interstate	12	243	10
WATS			11
Other Toll-Undefined			12
<b>Total Toll</b>	<b>39</b>	<b>616</b>	
<b>Total Local &amp; Toll</b>	<b>231</b>	<b>1,582</b>	



**ACCESS USAGE**

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.					1
Feature Group A -- Term.	40	36			2
Feature Group B -- Orig.	14				3
Feature Group B -- Term.					4
Feature Group C -- Orig.			1,242		5
Feature Group C -- Term.			1,473		6
Feature Group D -- Orig.	1,125	638			7
Feature Group D -- Term.	1,830	1,031			8

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

<b>Description of Item (a)</b>	<b>Amount (b)</b>	
Sheath miles of plant - aerial		1
Sheath miles of plant - buried	303	2
Sheath miles of plant - fiber optics	0	3
Strand miles of plant - fiber optics		4
Route miles of plant - microwave		5

**SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR**

<b>Circuit Type (a)</b>	<b>InterLATA Chan. Terms. (b)</b>	<b>IntraLATA Chan. Terms. (c)</b>	
Voice grade	1	12	1
56 kbps		1	2
64 kbps (DS0)			3
1.54 Mbps (DS-1)	1		4
45 Mbps (DS-3)			5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

<b>Description of Item (a)</b>	<b>Amount (b)</b>	
Sheath miles of plant - aerial		1
Sheath miles of plant - buried	303	2
Sheath miles of plant - fiber optics	0	3
Strand miles of plant - fiber optics		4
Route miles of plant - microwave		5

**SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR**

<b>Circuit Type (a)</b>	<b>InterLATA Chan. Terms. (b)</b>	<b>IntraLATA Chan. Terms. (c)</b>	
Voice grade	1	12	1
56 kbps		1	2
64 kbps (DS0)			3
1.54 Mbps (DS-1)	1		4
45 Mbps (DS-3)			5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

**SERVICE DATA**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
<b>Business</b>			
1 Party	137	151	3
2 Party	0		4
4 Party	0		5
PBX Trunks/System Trunks	0		6
Centrex Trunks	0		7
Centrex Lines	0		8
Key System Trunks	23	31	9
Mobile (Utility Provided Service)	0		10
Paging (Utility Provided Service)	0		11
FX-Out (Switched)	2	2	12
Pay Telephone			13
Coin-Operated Pay Telephone			14
Independent Pay Telephone Provider			15
Pay Stations - Public	4	4	16
- Semi-Public	1	1	17
- Cust. Owned	0		18
Other	1	1	19
<b>Total Business Lines</b>	<b>168</b>	<b>190</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	1,351	1,372	22
2 Party	0		23
4 Party	0		24
FX-Out (Switched)	0		25
Other	0		26
<b>Total Residential Lines</b>	<b>1,351</b>	<b>1,372</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>1,519</b>	<b>1,562</b>	<b>28</b>
Company Used Lines	57	57	29
<b>Total Lines Used</b>	<b>1,576</b>	<b>1,619</b>	<b>30</b>

**SERVICE DATA (cont.)**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
<b>Miscellaneous</b>			
WATS Lines - OutWATS	0		3
WATS Lines - 800 Service	0		4
FX-In-intraLATA	0		5
Special Access-intraLATA			6
(expressed in equiv. access lines)	10	13	7
Special Access-interLATA			8
(expressed in equiv. access lines)	25	25	9
Feature Group A Lines	0		10
Feature Group B Trunks	0		11
Feature Group C Trunks	0		12
Feature Group D Trunks	72	72	13
TSPS - Trunks	7	7	14
EAS - Trunks	0		15
Cellular Trunks (Pub. Sw. Net.)	0		16
Video Distance Learning			17
- discounted (special tariff)	0		18
<b>Customers</b>			
Business - 2 Party Customers	0		19
Business - 4 Party Customers	0		20
Residential - 2 Party Customers	0		21
Residential - 4 Party Customers	0		22
<b>Other</b>			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical			24
location of plant)	3,240,626	3,404,096	25
Total Company Square Miles	230	230	26
Total Company Route Miles	294	303	27
Footnotes			28
			29
			30

**SERVICE DATA - END OF YEAR**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0780				1
<b>Business</b>					2
1 Party	151				3
2 Party					4
4 Party					5
PBX Trunks/System Trunks					6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks	31				9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)	2				12
Pay Telephone					13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Pay Stations - Public	4				16
- Semi-Public	1				17
- Cust. Owned					18
Other	1				19
<b>Total Business Lines</b>	<b>190</b>	<b>0</b>	<b>0</b>	<b>0</b>	20
<b>Residential (Incl. Emp. Concess.)</b>					21
1 Party	1,372				22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
<b>Total Residential Lines</b>	<b>1,372</b>	<b>0</b>	<b>0</b>	<b>0</b>	27
<b>Total Bus &amp; Res Lines</b>	<b>1,562</b>	<b>0</b>	<b>0</b>	<b>0</b>	28
Company Used Lines	57				29
<b>Total Lines Used</b>	<b>1,619</b>	<b>0</b>	<b>0</b>	<b>0</b>	30

**SERVICE DATA - END OF YEAR (cont.)**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0780				1
<b>Miscellaneous</b>					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA					5
Special Access-intraLATA					6
(equiv. access lines)	13				7
Special Access-interLATA					8
(equiv. access lines)	25				9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks	72				13
TSPS - Trunks	7				14
EAS - Trunks					15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
<b>Customers</b>					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
<b>Other</b>					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	3,404,096				27
Exchange Square Miles	230				28
Exchange Route Miles	303				29
Footnotes					30

**MANUFACTURER ABBREVIATIONS**

Use these abbreviations when completing the central office data schedule.

<b>Manufacturer Name (a)</b>	<b>Abbreviation (b)</b>	
Alcatel	AL	<b>1</b>
ATTC	ATT	<b>2</b>
GTE	GTE	<b>3</b>
ITT	ITT	<b>4</b>
Nippon Electric	NEC	<b>5</b>
Northern Telecom	NTI	<b>6</b>
Siemens	SI	<b>7</b>
Stromberg-Carlson	SC	<b>8</b>
VIDAR	VI	<b>9</b>

**EQUIPMENT ABBREVIATIONS**

Use these abbreviations when completing the central office data schedule.

<b>Equipment Type (a)</b>	<b>Abbreviation (b)</b>	
Electromechanical	EM	<b>1</b>
Electronic--Analog	A	<b>2</b>
Electronic--Digital	D	<b>3</b>
Electronic--Video	V	<b>4</b>



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Electronic--Video	V	<b>4</b>

**CENTRAL OFFICE DATA - END OF YEAR**

When an exchange has more than one central office, data must be reported for each central office.

<b>Description (a)</b>	<b>Central Off. (b)</b>	<b>Central Off. (c)</b>	<b>Central Off. (d)</b>	<b>Central Off. (e)</b>	
Exchange Name	BRUCE	BRUCE			1
PSCW Exchange ID	0780	0780			2
Central Office Name	BRUCE	BRUCE			3
PSCW Central Office ID	1	2			4
Manufacturer of COE (Page 54)	SC	SC			5
Year COE Installed	1982	1982			6
Type of Equipment (Page 54)	D	D			7
(S)tandalone, (H)ost, (R)emote	H	R			8
Remote Host PSCW Exchange ID		0780			9
Remote Host PSCW Central Office ID	1	2			10
COE Generic Software Release No.	14.1	14.1			11
SS7?	No	No			12
9-1-1?	Yes	Yes			13
Access Lines - In Use	905	0			14
- Equipped	930	0			15
- Wired	930	0			16
Trunks - In Use	79	0			17
- Equipped	96	0			18
- Wired	96	0			19
ISDN Available?	No				20
ISDN Lines - In Use (BRI)	0	0			21
- In Use (PRI)	0	0			22
Switched 56 Service?	No				23
Switched 56 lines in use	0	0			24
Digital Transmission Facilities: DS-1 - In Use	0	0			25
DS-3 - In Use	0	0			26
Advanced Data Service Available:					
Packet Switching?	No				27
SMDS?	No				28
Frame Relay?	No				29
ATM (Asynchronous Trans. Mode)?	No				30
Video Information - Service Available?	No				31
- In Use (# lines) <sup>1</sup>	0	0			32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	0	0			33
No. of fiber strands working (LIT) in C.O.	0	0			34
No. of fiber strands for interoffice use	0	0			35
Miles of fiber sheath in wire center	0	0			36
Access Tandem Serving this C.O.:					
- C.O. Name					37
- PSCW C.O. ID					38
Does this C.O. do access tandem switching?	No				39
Equal Access: InterLATA (1+)?	Yes				40
Equal Access: IntraLATA (1+)?	No				41
Footnotes					42

<sup>1</sup> Teleco provided end-to-end facility.

**GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES**

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**General Footnote****Schedule Footnotes****Identification and Ownership Footnote. Page 7**

Telephone number for financial information contact revised by ele 7/25/97

**Outside Plant Statistics at End of Year Footnote. Page 49**

Pursuant to Siepert & Co. letter of October 19, 1998, Bruce Telephone Co. has no aerial or fiber optic plant. ele

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**Schedule Line Footnotes**

- A)** COE AND UNDERGROUND CABLE RECLASSIFICATIONS ARE NEEDED TO TRANSFER FOY BALANCES TO THE PROPER PLANT SUB-ACCOUNTS. DIGITAL CIRCUIT EQUIPMENT TRANSFER IS A RECLASSIFICATION OF REMOTE HUT COSTS FROM THE BUILDING ACCOUNT.
- B)** DIRECTORY REVENUE - A/C 5230, 1996 INCREASE - \$8,331 - DURING 1995 AN EXPENSE ITEM RELATED TO DIRECTORY EXPENSE IN THE AMOUNT OF \$4,398 WAS CHARGED AGAINST REVENUE INSTEAD OF EXPENSE. THEREFORE THE 1996 INCREASE IS ACTUALLY \$3,933. THE 9/96 DIRECTORY ISSUE REVENUES ARE HIGHER THAN THE PREVIOUS YEAR.
- C)** UNCOLLECTIBLE REVENUE - A/C 5300, 1996 INCREASE - \$8,973 - DURING 1996, SOME RECEIVABLE AMOUNTS FOR PRIOR YEARS UNCOLLECTIBLE REVENUES WERE ADJUSTED OFF THE BOOKS AS THE AMOUNTS WEREN'T REIMBURSED OR COLLECTIBLE.
- D)** CENTRAL OFFICE SWITCHING EXPENSE - A/C 6210, 1996 INCREASE - \$15,596 - DURING 1996 VARIOUS REPAIRS INCLUDING RELAY REPAIRS AND REPLACEMENTS, REMOTE DIAGNOSTICS, ETC. OCCURRED. THE CO'S SWITCH IS NEARING THE END OF ITS USEFUL LIFE - MORE REPAIRS ARE NEEDED.
- E)** DEPRECIATION EXPENSE - A/C 6560, 1996 INCREASE - \$60,286 - EFFECTIVE 1/1/96, VARIOUS PLANT ACCOUNT DEPRECIATION RATES WERE INCREASED TO REFLECT CHANGES IN ESTIMATED USEFUL LIVES AND TO COMPLY WITH PSC DEPRECIATION GUIDELINES.
- F)** TRANSFERS REPRESENT A RECLASSIFICATION OF REMOTE HUT COSTS FROM BUILDINGS TO CIRCUIT EQUIPMENT.
- G)** DIGITAL SWITCHING AND UNDERGROUND CABLE TRANSFERS WERE MADE TO RECLASSIFY BALANCES FOY TO THE PROPER SUBACCOUNT. DIGITAL CIRCUIT EQUIPMENT ADJUSTMENT REPRESENTS A TRANSFER OF REMOTE HUT RESERVE BALANCE FROM THE BUILDING RESERVE.
- H)** SEE ATTACHED COMPILATION LETTER INCLUDED AS PART OF THIS REPORT.